

**ITS I-Net Operations / Fund 4531**

	<b>2005 Actual<sup>1</sup></b>	<b>2006 Adopted</b>	<b>2006 Estimated <sup>2</sup></b>	<b>2007 Adopted</b>	<b>2008 Projected</b>	<b>2009 Projected</b>
<b>Beginning Fund Balance</b>	157,876	163,623	349,828	889,002	870,563	972,658
<b>Revenues</b>						
* Other Misc Revenue	2,092,180	2,075,792	2,098,188	2,288,468	2,709,970	3,092,945
* PEG fee (36705)	741,160	888,920	888,920	774,487	515,703	308,774
* Interest Earnings	21,755	24,667	24,667	40,976	47,557	47,557
*						
<b>Total Revenues</b>	2,855,095	2,989,379	3,011,775	3,103,931	3,273,230	3,449,276
<b>Expenditures</b>						
* Operating Expenditures	(2,271,122)	(2,779,130)	(2,627,610)	(3,151,438)	(3,219,211)	(3,294,071)
* Capital Outlays	(392,021)	(60,000)	(60,000)	(67,500)	(50,000)	(50,000)
*						
<b>Total Expenditures</b>	(2,663,143)	(2,839,130)	(2,687,610)	(3,218,938)	(3,269,211)	(3,344,071)
<b>Estimated Underexpenditures</b>		0	215,009	96,568	98,076	100,322
<b>Other Fund Transactions</b>						
<b>Total Other Fund Transactions</b>						
<b>Ending Fund Balance</b>	349,828	313,872	889,002	870,563	972,658	1,178,185
<b>Designations and Reserves</b>	0	0	0			
* Video Equipment Reserve	(84,060)	(69,439)	(45,237)	(73,396)	(93,426)	(192,554)
* I-Net Equipment Reserve	(136,358)	(210,620)	(709,384)	(636,220)	(715,771)	(818,428)
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<b>Total Designations and Reserves</b>	(220,418)	(280,059)	(754,621)	(709,616)	(809,197)	(1,010,982)
<b>Ending Undesignated Fund Balance</b>	129,410	33,813	134,381	160,947	163,461	167,204
<b>Target Fund Balance <sup>3</sup></b>	<b>129,410</b>	<b>138,957</b>	<b>134,381</b>	<b>160,947</b>	<b>163,461</b>	<b>167,204</b>

**Financial Plan Notes:**

1. 2005 Actuals are from the 2005 CAFR
2. 2006 Estimate is based on the latest site activation projection (06/12/2006).
3. Target Fund Balance is equal to 5% of operating expenditures and estimated underexpenditures excluding capital outlays

**Other Financial Plan Notes:**

Assumed PEG fee change from 2007: 2007 - \$0.85 per month per subscriber, 2008 - \$0.70, 2009 - \$0.55 in accordance with Comcast agreement.  
3% expense increase is assumed in out years for non labor (excluding known maintenance contract and bond payments), 5% increase assumed for labor.  
100K annual fund transfer to CTV equipment replacement project is scheduled until 2008.